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FORT WAYNE MARKET NEWS

United States Department of Agriculture
Agricultural Marketing Service
Milk Marketing Orders Division

1122 South Harrison Street
Fort Wayne, Indiana 46802
Phone: 742-3-0740 DE AGRICULTURE
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Federal Milk Order No. 47

Issued for Information of Producers
Who Are Not Members of Cooperative Associations

JUN 17 1964

Vol. VIII No. 6

CURRENT SERIAL RECORDS
June 1964

MAY UNIFORM PRICE \$3.52

Dairy farmers who delivered Grade "A" milk to handlers subject to the Fort Wayne milk order in May 1964, will receive a minimum uniform price of \$3.52 per hundredweight for milk testing 3.5%. A butterfat differential of 7.0 cents for each one tenth of one percent that individual tests vary above or below the 3.5% standard will be used. This minimum price is subject to a 4 cent per hundredweight marketing service deduction and authorized hauling charges. The computation of the minimum blend price is shown on page 5 and the class prices on page 4.

The \$3.52 price for May 1964, is 11 cents below the April 1964 price, but the same as the May 1963 price.

SEASONAL PRICING PLAN

During the months of April, May and June the Fort Wayne Order provides that a portion of the money paid into the market-wide pool by handlers, plus interest, be set aside for distribution to producers in the months of September, October and November. This will result in higher prices to producers during these months of normally low milk production. For May approximately 35 cents per hundredweight was placed in this fund.

PRODUCER RECEIPTS AND UTILIZATION

Approved producers shipped 24,742,224 pounds of milk to the Fort Wayne market during May 1964, of which 15,539,551 pounds or 62.81% was utilized in Class I by 16 pool handlers. Production was up 10.1% from April 1964. Class I utilization of producer milk was down 1.9% from April 1964.

JUNE CLASS I PRICE \$4.32

\$1.20 was added to the May basic formula price of \$3.12 (Wisconsin-Minnesota Series) to establish the Fort Wayne Class I price for June. This price of \$4.32 was also the May Class I price.

SOUTH BEND-LAPORTE-ELKHART MARKETING AREA EXPANSION RECOMMENDED

A recommended decision to expand the present South Bend-LaPorte-Elkhart marketing area to include the eight northwestern Indiana counties of Elkhart, Kosciusko, Lake, LaPorte, Marshall, Porter, St. Joseph and Starke was published in the May 29 Federal Register. This recommended decision also called for replacing the supply-demand adjustor now used to compute the Class I price under the present order with the supply-demand adjustor used under the Chicago Order. All milk sold for manufacturing purposes would be designated Class II and priced at the level of the Minnesota-Wisconsin price series. Interested parties will have until July 15 to file exceptions to this recommended decision.

FORT WAYNE MILK MARKET NEWSUTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

<u>CLASS I MILK</u>	<u>May 1964</u> <u>Reported</u>		<u>May 1963</u> <u>Reported</u>	
	<u>Milk Pounds</u>	<u>BF Pounds</u>	<u>Milk Pounds</u>	<u>BF Pounds</u>
Fluid Milk	12,915,971	450,826	13,155,309	461,913
Regular Skim Milk	926,614	17,014	270,776	3,568
Skim Milk - Solids Added	1,070,189	18,945	1,191,794	21,955
Buttermilk	138,672	1,279	153,301	1,403
Flavored Milk/Drink	623,723	17,927	559,080	15,966
Cream Mixtures	204,984	25,148	208,630	25,113
Light Cream	8,964	1,869	11,319	2,371
Heavy Cream	21,371	7,446	20,477	6,983
Sour Cream	27,818	51,124	25,461	4,649
Sub Totals	15,938,306	545,578	15,596,147	543,921
Plus Unaccounted For	8,913	1,496	33,888	4,478
Gross Total Class I Milk	15,947,219	547,074	15,630,035	548,399
Less Other Source Receipts	359,276	15,820	423,520	16,598
Less Overages	-0-	-0-	-0-	-0-
Less Beginning Inventory	48,392	9	50,181	-0-
<u>CLASS I PRODUCER MILK IN POOL</u>	<u>15,539,551</u>	<u>531,245</u>	<u>15,156,334</u>	<u>531,801</u>
 <u>CLASS II MILK</u>				
Class II Production	2,209,368	57,223	1,779,740	42,395
Sales to Nonpool Plants	6,852,001	308,195	5,923,996	259,482
Ending Inventory	1,776,241	65,189	1,447,722	56,063
Dumped or Livestock Feed	73,091	863	61,626	437
Class II Shrinkage	186,233	6,469	153,581	6,711
Gross Total Class II Milk	11,096,934	437,939	9,366,665	365,088
Less Other Source Receipts	75,043	3,219	35,383	3,591
Less Overages	11,599	739	10,894	1,316
Less Beginning Inventory	1,807,619	70,986	1,449,678	61,181
<u>CLASS II PRODUCER MILK IN POOL</u>	<u>9,202,673</u>	<u>362,995</u>	<u>7,870,710</u>	<u>299,000</u>
<u>TOTAL PRODUCER MILK IN BOTH CLASSES</u>	<u>24,742,224</u>	<u>894,240</u>	<u>23,027,044</u>	<u>830,801</u>

MISCELLANEOUS INFORMATION

	<u>May</u> <u>1964</u>	<u>May</u> <u>1963</u>	<u>May</u> <u>1962</u>
Daily Class I Milk (Lbs.)	514,426	504,195	404,180
Current Month Compared With:		+ 2.0%	+ 27.3%
Production per Farm per Day	938	852	757
Current Month Compared With:		+ 10.0%	+ 23.9%
Gross Class I Milk to Producer Milk	64.5%	67.9%	68.9%
Pool Value of Producer Milk	\$977,817	\$908,516	\$722,691
Value of Producer Milk per Farm	\$ 1,149	\$ 1,042	\$ 933
Butter-Skim Powder Price	\$ 3.02	\$ 3.00	\$ 2.97
Wisconsin-Minnesota Plant Average	\$ 3.12	\$ 3.07	\$ 3.01

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK
(By Months and Monthly Averages)

Month or Year	CLASS I			CLASS II			PRODUCER RECEIPTS (100%)		
	Product Pounds	Per- cent	Ave. Test	Product Pounds	Per- cent	Ave. Test	Product Pounds	Ave. Test	No. of Producers
1958	5,432,954	60.3	3.69	3,583,075	39.7	4.01	9,016,029	3.78	877
1959	5,400,857	61.9	3.65	3,327,343	38.1	4.00	8,728,200	3.74	821
1960	5,906,158	63.3	3.63	3,420,711	36.7	4.10	9,326,869	3.80	817
1961	9,890,439	71.4	3.57	3,953,396	28.6	4.19	13,843,835	3.75	893
1962									
Jan.	12,967,846	81.7	3.56	2,903,760	18.3	5.95	15,871,606	4.00	855
Feb.	11,727,645	82.2	3.60	3,544,941	17.8	5.40	14,272,586	3.92	819
Mar.	13,528,647	81.8	3.58	3,005,482	18.2	5.23	16,534,129	3.88	824
Apr.	12,049,134	75.7	3.54	3,858,571	24.3	4.60	15,907,705	3.80	765
May	12,509,132	68.8	3.50	5,677,878	31.2	4.08	18,187,010	3.68	775
Jun.	11,790,924	71.5	3.52	4,689,249	28.5	3.69	16,480,173	3.57	767
Jul.	11,679,887	77.0	3.49	2,484,840	23.0	3.83	15,164,727	3.57	770
Aug.	12,481,221	84.5	3.46	2,289,735	15.5	4.09	14,770,956	3.56	782
Sep.	12,855,089	83.8	3.45	2,493,284	16.2	4.48	15,348,373	3.62	836
Oct.	13,875,255	81.9	3.48	3,076,464	18.1	4.94	16,951,719	3.75	837
Nov.	13,690,606	80.8	3.52	3,252,253	19.2	5.51	16,942,859	3.90	844
Dec.	13,645,073	74.1	3.54	4,777,978	25.9	5.19	18,423,051	3.97	851
Ave.	12,733,372	78.4	3.52	3,504,536	21.6	4.75	16,237,908	3.77	810
1963									
Jan.	14,402,111	74.7	3.48	4,889,705	25.3	5.48	19,291,816	3.98	856
Feb.	13,757,097	79.0	3.47	3,650,931	21.0	5.69	17,408,028	3.93	846
Mar.	15,839,650	80.5	3.51	3,840,601	19.5	5.30	19,680,251	3.86	854
Apr.	15,186,201	75.6	3.50	4,897,648	24.4	4.52	20,083,849	3.75	863
May	15,156,334	65.8	3.51	7,870,710	34.2	3.80	23,027,044	3.61	872
Jun.	12,819,856	61.0	3.51	8,208,776	39.0	3.56	21,028,632	3.53	867
Jul.	13,744,763	68.1	3.45	6,427,697	31.9	3.67	20,172,460	3.52	881
Aug.	14,344,322	74.6	3.51	4,881,413	25.4	3.68	19,225,735	3.55	890
Sep.	14,360,070	78.8	3.47	3,863,174	21.2	4.27	18,223,244	3.64	896
Oct.	15,696,736	81.7	3.44	3,527,183	18.3	5.03	19,223,919	3.73	883
Nov.	15,472,742	79.2	3.50	4,073,713	20.8	5.20	19,546,455	3.86	891
Dec.	15,628,927	75.1	3.49	5,178,732	24.9	5.33	20,807,659	3.95	870
Ave.	14,700,734	74.2	3.49	5,109,190	25.8	4.63	19,809,924	3.74	872
1964									
Jan.	16,406,859	75.1	3.42	5,441,486	24.9	5.34	21,848,345	3.90	863
Feb.	15,442,679	72.1	3.49	5,970,683	27.9	4.75	21,413,362	3.84	882
Mar.	15,769,201	68.8	3.45	7,168,352	31.2	4.67	22,937,553	3.83	867
Apr.	15,838,904	70.5	3.41	6,632,746	29.5	4.59	22,471,650	3.76	855
May	15,539,551	62.8	3.42	9,202,673	37.2	3.94	24,742,224	3.61	851

FORT WAYNE MILK MARKET NEWS

ORDER NO. 47 PRICES - 3.5% BASIS
(By Months and Monthly Averages)

Month or Year	Basic Formula Price	CLASS I			CLASS II		UNIFORM		BUTTERFAT DIFFERENTIALS		
		Differ- ential	Supply Demand	Milk Price	Milk Price	Milk Price	Milk Price	Class I	Class II	Producer	
1958	2.965	1.16	+0.04	4.173	2.965	3.73	.076	.067	.067		
1959	3.002	1.16	+0.10	4.264	3.002	3.84	.077	.069	.069		
1960	3.046	1.16	+0.12	4.325	3.046	3.88	.077	.068	.068		
1961	3.16	1.18	---	4.34	3.16	4.00	.077	.070	.073		
1962											
Jan.	3.22	1.20	---	4.42	3.21	4.19	.076	.070	.074		
Feb.	3.21	1.20	---	4.41	3.21	4.20	.076	.070	.075		
Mar.	3.29	1.20	---	4.49	3.20	4.24	.076	.070	.075		
Apr.	3.21	1.20	---	4.41	3.02	3.70*	.076	.067	.075		
May	3.05	1.20	---	4.25	2.97	3.51*	.072	.067	.070		
Jun.	3.01	1.20	---	4.21	2.95	3.52*	.072	.067	.071		
Jul.	3.01	1.20	---	4.21	2.95	3.92	.072	.067	.071		
Aug.	3.03	1.20	---	4.23	3.04	4.04	.072	.067	.071		
Sep.	3.04	1.20	---	4.24	3.06	4.43*	.072	.067	.071		
Oct.	3.06	1.20	---	4.26	3.06	4.38*	.073	.067	.072		
Nov.	3.07	1.20	---	4.27	3.09	4.38*	.072	.067	.071		
Dec.	3.10	1.20	---	4.30	3.09	3.98	.072	.067	.070		
Ave.	3.11	1.20	---	4.31	3.07	4.04	.073	.068	.072		
1963											
Jan.	3.11	1.20	---	4.31	3.10	3.99	.072	.067	.070		
Feb.	3.10	1.20	---	4.30	3.10	4.04	.072	.067	.070		
Mar.	3.10	1.20	---	4.30	3.09	4.05	.072	.067	.071		
Apr.	3.09	1.20	---	4.29	3.08	3.64*	.072	.067	.071		
May	3.08	1.20	---	4.28	3.07	3.52*	.072	.067	.070		
Jun.	3.07	1.20	---	4.27	3.08	3.46*	.072	.067	.070		
Jul.	3.08	1.20	---	4.28	3.09	3.91	.072	.067	.070		
Aug.	3.09	1.20	---	4.29	3.10	4.00	.072	.067	.071		
Sep.	3.10	1.20	---	4.30	3.12	4.46*	.072	.069	.071		
Oct.	3.12	1.20	---	4.32	3.14	4.47*	.075	.067	.073		
Nov.	3.15	1.20	---	4.35	3.13	4.47*	.073	.067	.071		
Dec.	3.16	1.20	---	4.36	3.13	4.03	.073	.067	.071		
Ave.	3.10	1.20	---	4.30	3.10	4.00	.072	.067	.071		
1964											
Jan.	3.16	1.20	---	4.36	3.13	4.04	.073	.067	.071		
Feb.	3.17	1.20	---	4.37	3.13	4.02	.072	.067	.070		
Mar.	3.16	1.20	---	4.36	3.13	3.96	.072	.067	.070		
Apr.	3.15	1.20	---	4.35	3.12	3.63*	.072	.067	.070		
May	3.12	1.20	---	4.32	3.12	3.52*	.072	.067	.070		
Jun.	3.12	1.20	---	4.32			.072				

* "Louisville" plan in effect.

FEDERAL MILK MARKET ADMINISTRATOR
FORT WAYNE INDIANA MARKETING AREA

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Agricultural Marketing Service
Milk Marketing Orders Division
Federal Order No. 47

1122 South Harrison Street
Fort Wayne, Indiana 46802
Phone: 742 - 7401

COMPUTATION OF UNIFORM PRICE
(Based on reports of 16 Handlers)
May 1964

	<u>Milk Pounds</u>	<u>Average Test</u>	<u>Class Prices at Test</u>	<u>Total Value</u>	<u>% of Pounds</u>
Class I	15,539,551	3.4187	\$4.2614379	\$662,208.33	62.81%
Class II	9,202,673	3.9445	3.4177827	314,527.37	37.19
Total	24,742,224			\$976,735.70	100.00%
Add: Value of Overage				585.03	
Add: Value of Other Source Assessments				0.00	
Add: Value of Inventory Reclassified				496.47	
Pool Value of Producer Milk				\$977,817.20	
Less: (Producer Pounds @ 8% of Class I Price)					
24,742,224 @ \$0.3456				85,509.13	
Less: Butterfat Adjustment to 3.5%				19,783.52	
Add: 1/2 Cash Balance in Producer Settlement Fund				10,504.27	Rate Per Cwt.
Adjusted Pool Value				\$883,028.82	\$3.568914500
Less: Producer Settlement Fund Reserve				12,102.53	048914500
ANNOUNCED UNIFORM PRICE FOR 3.5% MILK				\$870,926.29	\$3.52

COMPUTATION OF PRODUCER BUTTERFAT DIFFERENTIAL

	<u>Butterfat</u>	<u>Differentials</u>	<u>Weighted Amount</u>
Class I	531,245	\$0.072	\$38,249.64
Class II	362,995	0.067	24,320.67
Total	894,240	\$0.070	\$62,570.31

The announced uniform price (f.o.b. pool plants at which no location adjustments are applicable) of \$3.52 for 3.5% milk is subject to adjustment by the producer butterfat differential of \$0.070 for each 1/10 percent of butterfat over or under 3.5%. This price is also subject to the applicable marketing service deduction and authorized hauling charges.

MINIMUM PRODUCER PRICES AT BUTTERFAT TEST FOR MAY 1964

<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>
3.25	\$3.345	3.70	\$3.660	4.15	\$3.975	4.60	\$4.290
3.30	3.380	3.75	3.695	4.20	4.010	4.65	4.325
3.35	3.415	3.80	3.730	4.25	4.045	4.70	4.360
3.40	3.450	3.85	3.765	4.30	4.080	4.75	4.395
3.45	3.485	3.90	3.800	4.35	4.115	4.80	4.430
3.50	3.52	3.95	3.835	4.40	4.150	4.85	4.465
3.55	3.555	4.00	3.870	4.45	4.185	4.90	4.500
3.60	3.590	4.05	3.905	4.50	4.220	4.95	4.535
3.65	3.625	4.10	3.940	4.55	4.255	5.00	4.570

R. J. Connolly
Market Administrator

Date Announced:
June 11, 1964

